GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1063
ANSWERED ON:21.07.2017
Utilisation of Foreign Loans
Vasava Shri Mansukhbhai Dhanjibhai

Will the Minister of FINANCE be pleased to state:

(a) whether the Government has identified the shortcomings in the existing monitoring mechanism/system regarding utilisation of foreign loans during the last three years;

(b) if so, the details thereof and the reasons therefor; and

(c) the steps taken by the Government to address these shortcomings?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI ARJUN RAM MEGHWAL)

(a) to (c): Government of India has developed various mechanisms to ensure that the objectives of foreign loans for various developmental projects/work are achieved in a timely manner. A Project readiness checklist has been devised for ensuring adequate preparedness of projects before implementation. Strict monitoring of disbursements/projects is done through Tripartite Portfolio Review Meetings (TPRMs), State Review Meetings (SRMs) and also through regular interaction with the Project Implementing Authorities. Corrective measures based on these reviews are also taken from time to time for effective management of flow of funds and better utilisation of foreign loans.